MINUTE ITEM

19. CANCELLATION OF LOG STORAGE LEASE IN DEL NORTE COUNTY, HANLEY LUMBER COMPANY - P.R.C. 1521.1, W.O. 3227.

After consideration of Calendar Item 29 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED: (1) TO CANCEL LEASE P.R.C. 1521.1, DEL NORTE COUNTY, AS OF MAY 30, 1959, DUE TO FAILURE OF THE LESSEE, HANLEY LUMBER COMPANY, TO PAY THE FOURTH ANNUAL RENTAL; (2) TO APPLY THE LAST YEAR'S RENTAL, PAID IN ADVANCE, TO THE SATISFACTION OF SAID ACCOUNT.

Attachment Calendar Item 29 (1 page)

CALENDAR ITEM

29.

CANCELLATION OF LOG STORAGE LEASE IN DEL NORTE COUNTY, HANLEY LUMPER COMPANY - P.R.C. 1521.1.

A 15-year lease for log storage and debarking operations in Del Norte County was issued to Hanley Lumber Company of Del Norte County, effective May 31, 1955.

Section 3 of this lease provides in part that the lease shall pay rentals to the State without deduction, default or delay; and in the event of failure of the lessee to do so, it shall be leviul for the State to reenter into and upon the demised premises, and to repossess and enjoy the premises as in the first and former estate of the State.

The lessee has failed to pay the \$100 annual rental due May 31, 1958, on this lesse despite notification by registered mail on September 24, 1958, that the lesse was in default and subject to cancellation.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER:
(1) TO CANCEL LEASE P.R.C. 1521.1, DEL NORTE COUNTY, AS OF MAY 30, 1959,
DUE TO FAILURE OF THE LESSEE, HAVILLY LUMBER COMPANY, TO PAY THE FOURTH
ANNUAL RENTAL; (2) TO APPLY THE LAST YEAR'S RENTAL, PAID IN ADVANCE, TO
THE SATISFACTION OF SAID ACCOUNT.